

DAILY MARKETS OVERVIEW

16 SEPTEMBER 2018

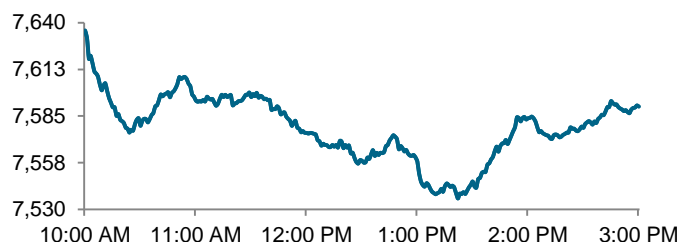
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,591	-0.6	-1.3	5.0	16.7
Saudi (NOMU)	2,592	2.8	1.0	-17.4	8.5
Energy	4,722	1.1	-1.0	10.3	16.1
Materials	5,481	-0.7	-1.3	8.5	17.4
Capital Goods	3,637	-0.5	-2.5	-16.2	NA
Com. & Prof. Svc	4,410	-1.4	-1.9	4.9	19.1
Transportation	3,693	0.0	-3.4	-8.0	22.4
Cons. Durables & Apparel	3,604	-0.1	-3.0	-13.0	NA
Consumer Services	3,053	0.0	-4.1	-17.1	17.3
Media	12,172	1.4	2.1	57.3	NA
Retailing	5,999	-1.6	-2.3	6.5	22.4
Food & Staples Retailing	5,423	-1.1	-3.4	-3.3	40.1
Food & Beverages	4,055	-1.3	-2.1	-17.2	25.9
Health Care Equipment	3,919	-1.0	-1.7	-11.8	18.6
Pharma, Biotech & Life Science	4,083	0.7	0.2	2.8	26.3
Banks	6,577	-0.6	-1.3	19.5	12.1
Diversified Financials	3,459	-0.4	-2.5	-14.2	NA
Insurance	3,767	0.2	1.4	-20.3	30.7
Telecommunication	4,934	-0.9	1.4	16.0	16.0
Utilities	3,638	-0.5	-2.2	-20.2	NA
REITs	3,654	-0.1	-1.0	-21.1	NA
Real Estate	3,364	0.0	-1.3	-28.4	27.6

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Al-Rajhi Co. for Cooperative Insurance	55.80	4.7%	16.3
Saudi Real Estate Co.	14.16	3.8%	12.6
The National Shipping Co of Saudi Arabia	31.00	3.0%	30.5
Aseer Trading, Tourism & Manufacturing Co.	10.06	2.8%	1.5
Malath Cooperative Insurance and Reinsurance Co.	12.60	2.6%	11.6

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Mouwasat Medical Services Co.	17-Sep-18
United Electronics Co.	18-Sep-18
Fawaz Abdulaziz Alhokair Co.	25-Sep-18
Saudi Investment Bank	26-Sep-18
Abdullah Al Othaim Markets Co.	26-Sep-18
Middle East Specialized Cables Co.	27-Sep-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of September 16, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.6% lower at 7,591 while NOMU ended 2.8% higher at 2,592 on Thursday. TASI traded value totaled SAR 2.0bn and averaged SAR 2.4bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 50.7% of the daily traded value.
- Banks and Materials ended 0.6% and 0.7% lower, respectively. Telecom ended 0.9% lower. Media (up 1.4%) was the best performer. Among stocks, Al-Rajhi Co. for Cooperative Insurance (8230/ARCCI AB), Saudi Real Estate Co. (4020/SRECO AB), and The National Shipping Co of Saudi Arabia (4030/NSCSA AB) led the gainers.
- The Debt Management Office (DMO) stated it raised USD 2.0bn (SAR 7.5bn) under its second international issuance, as part of the government's dollar-denominated sukuk program. (Source: Argaam)
- The Saudi Electricity Company (SEC) has appointed eight banks for its potential sukuk issue. The potential sukuk is likely to be offered in one or multiple tranches, subject to market conditions and the approval of official authorities. (Source: Argaam)
- Saudi Aramco and Schneider Electric Saudi Arabia have signed an MOU to pursue a variety of Fourth Industrial Revolution solutions under the Digital Transformation Program led by Saudi Aramco's Technical Services. (Source: Argaam)
- The Saudi General Authority for Competition (GAC) approved the economic concentration arising from Batic Investments and Logistics Co.'s (4110/BATIC AB) acquisition of a number of companies and assets. (Source: Argaam)
- Saudi International Petrochemical Co. (2310/SIPCHEM AB) will suspend operations at its International Methanol Co. (IMC) starting September 16 for a scheduled turnaround, as part of its energy efficiency and performance enhancement project. The maintenance period will last for five weeks. (Source: Argaam)
- Saudi Chemical Co. (2230/SCCO AB) subsidiary AJA Pharma has launched the commercial operations in the pills and liquids production lines at its new plant in Hail. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
The Mediterranean & Gulf Insurance & Reinsurance Co.	14.82	-7.4%	16.5
Saudi Fisheries Co.	19.50	-3.6%	8.0
Saudi Company for Hardware	68.80	-3.1%	8.8
Saudi Indian Co for Cooperative Insurance	11.34	-3.1%	5.0
Dallah Healthcare Holding Co.	70.20	-2.9%	3.1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	19.90	0.8%	376
Saudi Basic Industries Corp.	117.60	-1.2%	261
Al Rajhi Bank	83.00	-1.2%	147
Saudi Kayan Petrochemical Co.	16.44	-0.4%	129
Dar Alarkan Real Estate Development Co.	8.92	-1.6%	111

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,810	0.0	-0.6	-16.6	7.5
Abu Dhabi (ADX)	4,934	0.0	0.3	12.2	13.2
Kuwait (KSE)	5,208	0.0	-2.2	1.6	16.1
Qatar (QE)	10,022	0.3	2.0	17.6	14.9
Oman (MSM)	4,559	0.6	2.8	-10.6	11.2
Bahrain (BSE)	1,345	0.3	0.4	1.0	9.1
DJMENA Index	555	0.0	-0.3	5.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,905	0.0	1.2	8.7	21.0
US (NASDAQ 100)	8,010	0.0	1.4	16.0	24.5
UK (FTSE 100)	7,304	0.3	0.4	-5.0	16.2
Germany (DAX)	12,124	0.6	1.4	-6.1	14.0
France (CAC 40)	5,353	0.5	1.9	0.8	16.9
Russia (MICEX)	2,360	0.1	1.7	11.9	NA
Japan (Nikkei)	23,095	1.2	3.5	1.4	16.7
Hong Kong (HSI)	27,286	1.0	1.2	-8.8	10.4
South Korea (KOSPI)	2,318	1.4	1.6	-6.0	11.2
China (SHCOMP)	2,682	-0.2	-0.8	-18.9	12.6
India (NIFTY)	11,515	1.3	-0.6	9.3	24.0
Brazil (IBOV)	75,429	1.0	-1.3	-1.3	17.6
Turkey (BIST 100)	94,760	0.4	1.6	-17.8	7.1
Egypt (EGX30)	15,309	0.0	-3.1	1.9	NA
MSCI Emerging Markets	1,029	1.1	0.5	-11.2	12.5
MSCI World	2,167	0.2	1.4	3.0	18.6

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	78.1	-0.1	1.6	16.8	40.8
Natural Gas (\$/mmbtu)	2.8	-1.8	-0.3	-1.4	-6.9
Gold (\$/oz)	1,194	-0.7	-0.2	-8.6	-10.2
Silver (\$/oz)	14.1	-0.8	-0.8	-17.6	-21.0
Platinum (\$/oz)	794	-1.1	1.4	-14.7	-19.4
Copper (\$/t)	5,951	-1.0	0.6	-17.4	-7.8
Zinc (\$/t)	2,316	-1.2	-4.4	-30.6	-23.0
Lead (\$/mt)	2,050	0.4	0.7	-17.8	-9.6
Wheat (\$/bu)	512	2.9	0.0	9.8	-1.4
Corn (\$/bu)	352	0.4	-4.2	-8.4	-11.3
Sugar (\$/lb)	12.0	-3.5	9.2	-21.0	-25.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.34	0.00	0.64	0.00
Saudi Arabia	2.63	0.00	0.74	0.29
UAE	2.61	0.00	0.82	0.28
Kuwait	2.00	0.00	0.13	-0.34
Qatar	2.65	0.00	0.00	0.31
Bahrain	3.58	0.05	0.85	1.24

Source: Reuters

NOTES: (1) Prices updated as of September 16, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended flat on Friday. S&P 500, NASDAQ and Dow Jones Industrial ended flat. In Europe, UK and Germany ended 0.3% and 0.6% higher. France closed 0.5% higher.
- Asian markets ended mixed on Friday. China closed 0.2% lower. Japan and South Korea ended 1.2% and 1.4% higher, respectively. Hong Kong and India gained 1.0% and 1.3%, respectively.
- GCC markets ended mixed on Thursday. Dubai and Abu Dhabi were closed for trading. Kuwait ended flat while Qatar closed 0.3% higher. Oman and Bahrain ended 0.6% and 0.3% higher, respectively.
- US jobless claims for the week ended September 8 stood at 204K (prior: 205K; consensus: 210K). (Source: Econoday)
- The US Consumer Price Index (CPI) for the month of August 2018 stood at 0.2% M/M, 2.7% Y/Y (prior: 0.2% M/M, 2.9% Y/Y; consensus: 0.3% M/M, 2.8% Y/Y). (Source: Econoday)
- The US Energy Information Administration (EIA) raised its 2019 price forecast for Brent and West Texas Intermediate (WTI) crude by USD 3.0 a barrel from its last month's outlook, adding that Brent will average USD 74 per barrel, while WTI will average over USD 67 per barrel next year. (Source: Argam)
- The Dubai Land Department (DLD) in co-ordination with the Real Estate Regulatory Agency (Rera) issued nearly 500,000 real estate permits to several companies through the "Trakheesi" system. (Source: Trade Arabia)
- Dubai's Department of Economic Development (DED) Business Registration & Licensing (BRL) sector issued 1,221 new trade licences during August. The DED added that new licences were distributed to commercial (60.7%), professional (36.2%), tourism (1.8%) and industrial (1.3%). (Source: Arabian Business)
- Dubai Electricity and Water Authority (DEWA) formed a strategic partnership with Berkeley Artificial Intelligence Research (BAIR) Lab. This partnership is part of DEWA's continuous cooperation with the University of California, Berkeley. (Source: Trade Arabia)
- Global Power Generation (GPG), a joint venture between Kuwait Investment Authority (KIA) and Spain's Naturgy Energy Group (NTGY SM), was awarded 180 MW wind farm project in Australia. The total investment would be USD 186mn (KWD 56.3mn) and is expected to start operations in 2H20. (Source: Trade Arabia)
- RAK Properties (RAKPROP UH) announced that it plans to build two new projects at its Mina Al Arab master development in Ras Al Khaimah. The projects would be delivered in 1H21. (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 14 (prior: -5.3mn barrels) will be announced on September 19. (Source: Econoday)
- Change in UK's CPI for August 2018 (prior: 0.0% M/M, 2.5% Y/Y) will be announced on September 19. (Source: Econoday)
- US jobless claims for the week ended September 15 (prior: 204K; consensus: 210K) will be announced on September 20. (Source: Econoday)



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